

STATEMENT OF REVENUE AND EXPENSES

	Current Year		Prior Year
	1 Uncovered	2 Total	3 Total
1. MEMBER MONTHS.....	XXX	789,975	935,311
2. Net premium income	XXX	158,339,833	162,061,709
3. Change in unearned premium reserves and reserve for rate credits	XXX		
4. Fee-for-service (net of \$ medical expenses)	XXX		
5. Risk revenue	XXX		
6. Aggregate write-ins for other health care related revenues	XXX		52,534
7. Total revenues (Lines 2 to 6)	XXX	158,339,833	162,114,243
Medical and Hospital:			
8. Hospital/medical benefits	2,373,204	48,432,743	37,726,073
9. Other professional services	2,155,255	43,984,786	45,486,374
10. Outside referrals			
11. Emergency room and out-of-area	1,836,543	37,480,471	41,547,924
12. Aggregate write-ins for other medical and hospital	884,622	18,053,503	20,044,197
13. Incentive pool and withhold adjustments		(5,152,326)	(1,384,029)
14. Subtotal (Lines 8 to 13)	7,249,624	142,799,177	143,420,539
Less:			
15. Net reinsurance recoveries		960,191	711,962
16. Total medical and hospital (Lines 14 minus 15)	7,249,624	141,838,987	142,708,577
17. Claims adjustment expenses		1,382,992	(234,349)
18. General administrative expenses.....		14,954,216	17,035,071
19. Increase in reserves for accident and health contracts			
20. Total underwriting deductions (Lines 16 through 19)	7,249,624	158,176,195	159,509,299
21. Net underwriting gain or (loss) (Lines 7 minus 20)	XXX	163,638	2,604,944
22. Net investment income earned		1,587,546	1,660,355
23. Net realized capital gains or (losses)		29	(217,041)
24. Net investment gains or (losses) (Lines 22 + 23)		1,587,575	1,443,314
25. Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$) (amount charged off \$)]			
26. Aggregate write-ins for other income or expenses		24,771	
27. Net income or (loss) before federal income taxes (Lines 21 plus 24 plus 25 plus 26)		1,775,984	4,048,258
28. Federal and foreign income taxes incurred	XXX	586,532	815,999
29. Net income (loss) (Lines 27 minus 28)	XXX	1,189,453	3,232,259
DETAILS OF WRITE-INS			
0601. OTHER INCOME.....	XXX		52,534
0602. FIXED ASSET GAIN.....	XXX		0
0603.	XXX		
0698. Summary of remaining write-ins for Line 6 from overflow page	XXX		
0699. Totals (Lines 0601 thru 0603 plus 0698)(Line 6 above)	XXX		52,534
1201. PHARMACY COSTS.....	884,622	18,053,503	19,923,213
1202. PHARMACY ADMINISTRATIVE FEES.....			101,984
1203. MEDICAL INSURANCE.....			19,000
1298. Summary of remaining write-ins for Line 12 from overflow page			
1299. Totals (Lines 1201 thru 1203 plus 1298)(Line 12 above)	884,622	18,053,503	20,044,197
2601. Other Income.....		23,135	0
2602. Fixed Asset Gain.....		1,636	0
2603.			
2698. Summary of remaining write-ins for Line 26 from overflow page			
2699. Totals (Lines 2601 thru 2603 plus 2698)(Line 26 above)		24,771	

CAPITAL AND SURPLUS ACCOUNT

	1 Current Year	2 Prior Year
CAPITAL AND SURPLUS ACCOUNT:		
30. Capital and surplus prior reporting year	16,675,797	14,653,484
GAINS AND LOSSES TO CAPITAL & SURPLUS:		
31. Net income or (loss) from Line 29	1,189,453	3,232,259
32. Change in valuation basis of aggregate policy and claim reserve		
33. Net unrealized capital gains and losses		
34. Change in net unrealized foreign exchange capital gain or (loss)		
35. Change in net deferred income tax	(393,730)	
36. Change in nonadmitted assets	1,200,921	(1,124,775)
37. Change in unauthorized reinsurance		
38. Change in treasury stock		
39. Change in surplus notes	0	
40. Cumulative effect of changes in accounting principles	670,901	
41. Capital Changes:		
41.1 Paid in		
41.2 Transferred from surplus (Stock Dividend)		
41.3 Transferred to surplus		
42. Surplus adjustments:		
42.1 Paid in	84,959	
42.2 Transferred to capital (Stock Dividend)		
42.3 Transferred from capital		
43. Dividends to stockholders		
44. Aggregate write-ins for gains or (losses) in surplus	276,341	(85,171)
45. Net change in capital & surplus (Lines 31 to 44)	3,028,844	2,022,313
46. Capital and surplus end of reporting year (Line 30 plus 45)	19,704,641	16,675,797
DETAILS OF WRITE-INS		
4401. CORRECTION OF PRIOR PERIOD.....	272,041	0
4402. CHANGE IN AVR - SURPLUS.....	4,300	(85,171)
4403.		
4498. Summary of remaining write-ins for Line 44 from overflow page		
4499. Totals (Lines 4401 thru 4403 plus 4498) (Line 44 above)	276,341	(85,171)